



WILLIAM T FUJIOKA
Chief Executive Officer

County of Los Angeles CHIEF EXECUTIVE OFFICE

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"To Enrich Lives Through Effective And Caring Service"

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May 20, 2014

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Supervisors:

**DEPARTMENT OF PUBLIC WORKS:
HARBOR-UCLA MEDICAL CENTER
SENATE BILL 1953 SEISMIC RETROFIT PROJECT
APPROVE SUPPLEMENTAL AGREEMENT
SPECS. 6566; CAPITAL PROJECT NO. 86534
SECOND DISTRICT
(3 VOTES)**

SUBJECT

Approval of the following recommendation will authorize execution of a supplemental agreement with Integrated Design Services, Inc.

IT IS RECOMMENDED THAT THE BOARD:

Approve and authorize the Director of Public Works, or her designee, to execute a supplemental agreement to Contract PW-12492 with Integrated Design Services, Inc., to provide design services to revise the Project scope allowed under Senate Bill 499, submit plans to the Office of Statewide Health Planning and Development, and revise the Senate Bill 1953 Compliance Plan for a \$807,224 not-to-exceed amount.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

Approval of the recommended action will authorize the Director of Public Works (Public Works), or her designee, to execute a supplemental agreement with Integrated Design Services, Inc. (IDS), to submit a revised Senate Bill (SB) 1953 Seismic Retrofit Project (Project) scope exempting portions of

the nonstructural retrofit component of the SB Project to the Office of Statewide Health Planning and Development (OSHPD) allowed by SB 499, and to provide for additional compensation to IDS and their subconsultants for work that has been verified by the Project management team.

Background

In December 2001, the Board approved the SB 1953 Project at Harbor-UCLA Medical Center (H-UCLA) to complete required structural and nonstructural seismic retrofit work that would extend SB 1953 compliance to the year 2030, at which point a new inpatient tower would have to be constructed. Construction of the SB 1953 project began in June 2008. To-date, all of the structural improvements, and approximately 85 percent of the overall Project have been completed.

On January 1, 2010, the Legislature approved SB 499, which allows hospitals to defer any remaining SB 1953 nonstructural work to the year 2030 provided:

- The existing acute care inpatient building is replaced by 2030.
- The existing acute care inpatient building is located in a seismic zone that has been designated by OSHPD with low liquefaction potential.
- All SB 1953 structural retrofit work has been completed.

In November 2006, the Board committed to replacement of the inpatient tower as part of the SB 1953 Compliance Plan for H-UCLA.

IDS Supplemental Agreement

In order to administratively close out the SB 1953 Project, an outstanding claim from the consultant, IDS must be settled. IDS was originally contracted for the design of the SB 1953 Project, which included the now completed structural retrofit of the south wing building. Their scope also included nonstructural retrofit in the central plant, portions of the south wing and the main patient tower, and renovation of a new eight-bed intensive care unit.

On February 8, 2012, IDS submitted a request for \$964,995 asserting that they and their subconsultants incurred additional costs due to various issues associated with OSHPD requirements, an extended Project schedule, and coordination with the planned H-UCLA Surgery/Emergency Replacement Project to eliminate redundant work and delays. Public Works initially rejected the request because it was not substantiated. On October 19, 2012, after receiving additional documentation, and extensive negotiations, Public Works determined that a portion of the request was for legitimate additional work, and agreed to a \$494,724 not-to-exceed amount.

We are recommending the Board's approval of a supplemental agreement for IDS at \$807,224, which provides the negotiated \$494,724, to compensate IDS and its consultants for additional work incurred, and for \$312,500, required for IDS to meet SB 499 approval, including repackaging their design plans to reflect areas of structural and nonstructural work completed, delete scope of nonstructural work to be deferred by SB 499, closeout the existing SB 1953 Project and obtain a "Final Construction" certificate from OSHPD on the completed work.

IDS will work with OSHPD to obtain SB 499 approval. Upon OSHPD's approval of the repackaged design plans, IDS will administratively close-out the Project by confirming all work has been fully punch listed and by providing and certifying all test reports. They will also complete as-builts/record drawings of all plans to reflect all changes that occurred during construction. IDS will submit a revised compliance plan to inform OSHPD of the County's proposed master plan for the Harbor-

UCLA campus, which includes a replacement hospital that will meet SB 1953, both structural and nonstructural requirements, by 2030.

Implementation of Strategic Plan Goals

The Countywide Strategic Plan Goals directs the provision of Operational Effectiveness (Goal 1) and Integrated Services Delivery (Goal 3) by investing in public health infrastructure to enhance the safety of the patients and staff.

FISCAL IMPACT/FINANCING

Funds for IDS' supplemental agreement will be paid out of the existing Project budget. Although this action will increase IDS' contract by \$807,224, there will be no impact on the overall Project budget as approved by the Board in December 2001. An estimated \$14.0 million will remain in the Project budget with approval of SB 499 and deferral of the remaining nonstructural retrofit scope.

The Chief Executive Office will return to the Board at a later date with recommendations for the remaining projects funds, which may include construction of the Harbor Psychiatric Emergency Services Expansion Project.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

This supplemental agreement will be in the form previously reviewed and approved as to form by County Counsel. The existing contract contains terms and conditions supporting the Board's ordinances, policies, and programs, including, but not limited to: County's Greater Avenues for Independence (GAIN) and General Relief Opportunities for Work (GROW) Programs, Board Policy No. 5.050; Contract Language to Assist in Placement of Displaced County Workers, Board Policy No. 5.110; Reporting of Improper Solicitations, Board Policy No. 5.060; Notice to Contract Employees of Newborn Abandonment Law (Safely Surrendered Baby Law), Board Policy No. 5.135; Contractor Employee Jury Service Program, Los Angeles County Code, Chapter 2.203; Notice to Employees Regarding the Federal Earned Income Credit (Federal Income Tax Law, Internal Revenue Service Notice 1015); Contractor Responsibility and Debarment, Los Angeles County Code, Chapter 2.202; and the Los Angeles County's Child Support Compliance Program, Los Angeles County Code, Chapter 2.200; and the standard Board-directed clauses that provide for contract termination or renegotiation.

ENVIRONMENTAL DOCUMENTATION

On April 18, 2008, the Board found the SB 1953 Project to be categorically exempt under the California Environmental Quality Act. The recommended actions are within the scope of the previously approved categorical exemption. The deferral of the previously approved upgrades would not create any impact to the campus or its facilities.

CONTRACTING PROCESS

In January 2002, the Board authorized Public Works to execute a contract with IDS for a \$3,093,000 not-to-exceed amount to provide design services for the H-UCLA SB 1953 Project. A total of \$4,318,700 in supplemental agreements have since been executed through a combination of Board authorizations and delegated authority through the course of this Project to revise the Project scope,

rephase the Project, and increase construction administration support services to support the construction phasing.

The recommended supplemental agreement with IDS for a \$807,224 not-to-exceed amount will increase the value of Contract PW-12492 from \$7,411,700 to \$8,218,924.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

Approval of these actions will have no impact on current County services provided at H-UCLA.

CONCLUSION

Please return one adopted copy of this Board letter to the Chief Executive Office, Facilities and Asset Management Division; Department of Health Services; and Department of Public Works, Project Management Division I.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'WTF' followed by a stylized flourish and a horizontal line.

WILLIAM T FUJIOKA
Chief Executive Officer

WTF:SHK:DJT
SW:TH:zu

Enclosures

c: Executive Office, Board of Supervisors
County Counsel
Health Services
Internal Services
Public Works

May 20, 2014

ATTACHMENT

**DEPARTMENT OF PUBLIC WORKS:
HARBOR-UCLA MEDICAL CENTER
SENATE BILL 1953 SEISMIC RETROFIT PROJECT
APPROVE SUPPLEMENTAL AGREEMENT
SPECS. 6566; C.P. 86534**

PROJECT SCHEDULE

Project Activity	Board-Approved Schedule	Revised Schedule
Project Program	12/31/00	12/31/00*
Design		
Design Services Contract Execution	02/06/03	02/06/03*
Construction Document Submittal	02/19/04	02/19/04*
Jurisdictional Approval	01/25/05	01/25/05*
Construction Bid	04/28/08	06/28/08*
Construction		
Substantial Completion	12/29/11	08/24/11**
Acceptance	03/30/12	12/15/14*

* Actual completion date.

** Retrofit scope of work for the south wing was substantially completed on August 24, 2011.